

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: August 16-17, 2023

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.6g.(3), Action Item

Prepared By: Dee Lam, Chief
Division of Local Assistance

Subject: **SUPPLEMENTAL FUNDS ALLOCATION FOR THE TRANSIT AND INTERCITY
RAIL CAPITAL PROGRAM – (2018:19) VALLEY RAIL (ELK GROVE STATION)
COMPONENT (PPNO CP035A)
RESOLUTION TIRCP-2324-07S**

ISSUE:

Should the California Transportation Commission (Commission) approve a request for an additional \$650,000 for the Plans, Specifications, and Estimates (PS&E) phase of the Transit and Intercity Rail Capital Program (TIRCP) (2018:19) Valley Rail (Elk Grove Station) component (PPNO CP035A), in Sacramento County?

RECOMMENDATION:

The California Department of Transportation recommends that the Commission approve a request for an additional \$650,000 for the PS&E phase of the TIRCP (2018:19) Valley Rail (Elk Grove Station) component (PPNO CP035A), in Sacramento County.

BACKGROUND:

In August 2021, under Resolution TIRCP-2122-01, the Commission approved an allocation of \$14,460,000 for the PS&E phase of the (2018:19) Valley Rail (Trackwork and Stations: Lodi, Midtown, Natomas Station and Layover facility and UPRR Trackwork) project. In August 2022, under Resolution TIRCP-2223-16, the Commission approved an amendment to split the (2018:19) Valley Rail (Trackwork and Stations: Lodi, Midtown, Natomas Station and Layover facility and UPRR Trackwork) (PPNO CP035) project, PS&E phase, into eleven separate components. The (2018:19) Valley Rail (Elk Grove Station) component (PPNO CP035A) received \$536,000 for PS&E as part of this split. In May 2022, under Resolution TIRCP-2122-33, the Commission approved an allocation of \$4,190,000 for the PS&E phase of the (2018:19) Valley Rail (Elk Grove Station) component (PPNO CP035A).

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serves all people and respects the environment.”*

PROJECT LOCATION AND DESCRIPTION:

The (2018:19) Valley Rail (Elk Grove Station) component (PPNO CP035A), is located in Sacramento County and will result in the construction of a new Elk Grove Station, which will be part of a new passenger rail service between the Cities of Stockton and Sacramento. This expansion of both Altamont Corridor Express and San Joaquins train services will lead to increased rail trips and improved connectivity for San Francisco Bay Area and City of Bakersfield services.

FUNDING STATUS:

This project component currently has \$4,726,000 programmed for its PS&E phase; however, an additional \$650,000 is needed to complete the phase. The supplemental funds will be redirected from project savings of funding originally programmed and allocated to the Trackwork and Stations: Madera, Lodi, Elk Grove, City College, Midtown, Old North Sacramento, Natomas Station and Layover Facility, and UPRR Track Work component of the project. The reprogramming is part of the TIRCP Program Update information item at the August 2023 Commission meeting.

REASON(S) FOR THE COST INCREASE:

In May 2023, a property owner requested to split a parcel that San Joaquin Regional Rail Commission (SJRRRC) is purchasing from the remnant parcel, resulting in SJRRRC receiving less land. While this is not necessary for the project to move forward, SJRRRC intends to accommodate this request. This work was not anticipated in the original engineering scope of work and will require SJRRRC's engineering team to revise the existing plans to incorporate this change at an additional cost to the PS&E phase. This change will not impact the schedule or cost of the RW phase. This supplemental allocation will be used to fund additional engineering services necessary to complete the design of the project, including final engineering and engineering review by the host railroad.

CONSEQUENCES:

Without this supplemental allocation of \$650,000, the (2018:19) Valley Rail (Elk Grove Station) component (PPNO CP035A), will be delayed until additional funding is secured to complete the PS&E phase. Delays in completing PS&E will also result in a delay to the Construction phase of the project, which could result in higher costs for the project given the current market trend of materials and labor shortages. With the approval of this supplemental allocation, the PS&E phase is expected to be completed by December 2024.

FINANCIAL RESOLUTION:

Be it Resolved, that an additional \$650,000 be allocated from the Budget Act of 2022, Budget Act Items 2660-101-0046 and 2660-301-0046R for the TIRCP (2018:19) Valley Rail (Elk Grove Station) component (PPNO CP035A), in Sacramento County.

Attachment

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2.6 Mass Transportation Financial Matters

Project #	Project Title	PPNO Program Funding Year	State Federal	State Federal	State Federal
Allocation Amount	Location	Item #	Current Amount	Additional	Revised
Recipient	Project Description	Fund Type	by Fund Type	Amount by	Amount by
<u>RTPA/CTC</u>		Program Codes		Fund Type	Fund Type
District-County		Project ID			
		Adv Phase			
Supplemental Allocation - Transit and Intercity Rail Capital Program					
(SB 1 Augmentation for PTA)					
Resolution TIRCP-2324-07S					
2.6g.(3)					
\$650,000 San Joaquin Regional Rail Commission <u>SACOG</u> 03-Sacramento	(2018:19) Valley Rail (Elk Grove Station).	03-CP035A			
	A new Elk Grove passenger rail station, which will be part of new passenger rail service between Stockton and Sacramento.	TIRCP/2020-21 PS&E			
	Supplemental funds are needed to complete PS&E.	301-0046R GGRF	\$1,863,000		\$1,863,000
	CEQA - EIR, 4/1/2022	30.20.301.100			
	Future consideration of funding approved under Resolution E-22-38; May 2022.	TIRCP/2020-21 PS&E			
		101-0046 PTA	\$2,327,000		\$2,327,000
	Total revised amount \$5,376,000	30.10.030.200			
	The initial allocation of \$14,460,000 was approved under Resolution TIRCP-2122-01 in August 2021. \$536,000 was separated to this component under Resolution TIRCP-2223-16 in August 2022. A second allocation of \$4,190,000 was approved under Resolution TIRCP-2122-33 in May 2022. Upon approval of this request the total allocation amount for the PS&E phase of this component will be \$5,376,000.	TIRCP/2020-21 PS&E			
		301-0046R GGRF	\$238,000		\$238,000
		30.20.301.100			
		TIRCP/2020-21 PS&E			
		101-0046 PTA	\$298,000		\$298,000
		30.10.030.200			
		TIRCP/2022-23 PS&E			
		301-0046R GGRF		\$289,000	\$289,000
		30.20.301.100			
		TIRCP/2022-23 PS&E			
		101-0046 PTA		\$361,000	\$361,000
		30.10.030.200			
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